Pinedale Anticline Annual Planning Meeting

August 9, 2012

Completion Water (TOTAL - 4,098,900 bbls)

100% of completion water is recycled water

- Produced Water (TOTAL 9,714,400 bbls)
 - 69% (6,654,900 bbls) of produced water is now injected for disposal
 - 19% (1,803,400 bbls) sent directly to completions
 - 12% (1,256,100 bbls) is sent to a facility for recycle or disposal
- 15 Fresh Water Wells (TOTAL 754,700 bbls)
 - Fresh water went to drilling and construction operations

WATER USE AND MONITORING-2011

Water Use

- 840,000 barrels of fresh water from industrial water supply wells
- 36 Industrial water supply wells
- Produced water volume 5,617,000 barrels

Water Recycle

■ 74% of water used for completions is recycled water

Produced Water Disposal – Injection

- Total Water Injected 4,549,000 barrels
- 87% of disposed water went into the South Mesa Injection Facility
- 13% of disposed water went into the Big Piney Injection Facility

QEP - 2011 Annual Water Summary

- ➤ 939,487 barrels of fresh water from water supply wells used for operations
 - Drilling 650,959 bbls
 - Completions 114,380 bbls
 - Dust control 135,748 bbls
 - Stock water 38,400 bbls
- ➤ Produced water volume 2,999,560 barrels
 - Piped via QEP's LGS to AntiCline for processing or to QEP's water disposal well facility for disposal
- Completions
 - 2,172,933 bbls of water used for completion operations. 94.7% of this volume was recycled produced water (2,058,553 bbls)

